

Message Text

CONFIDENTIAL

PAGE 01 PEKING 00412 070910Z

ACTION EA-09

INFO OCT-01 ISO-00 EUR-12 SP-02 USIA-06 AID-05 EB-08
NSC-05 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 L-03 H-01
CIAE-00 DODE-00 INR-07 NSAE-00 PA-01 PRS-01 COME-00
/082 W

-----071303Z 053101 /53

R 070848Z MAR 77

FM USLO PEKING

TO SECSTATE WASHDC 7335

INFO AMEMBASSY TOKYO

AMEMBASSY BONN

AMCONSUL HONG KONG

C O N F I D E N T I A L PEKING 412

E.O.11652: GDS

TAGS: EFIN CH JA GW

SUBJECT: FINANCING OF CHINESE IMPORTS

1. DURING DECEMBER 1976, AN ECONOMIST OF THE NOMURA INSTITUTE (A JAPANESE THINK TANK) NAMED SAEKI VISITED PEKING FOR A WEEK AT THE INVITATION OF THE DEPUTY DIRECTOR OF THE INTERNATIONAL TRADE INSTITUTE (KUOCHI MAOYI YENCHIUSO), KAO SHOU-SHAN. DURING HIS STAY, SAEKI DID AN ECONOMIC STUDY IN WHICH HE RECOMMENDED THAT THE PRC USE "BUYERS' CREDITS," OR BANK CREDIT, INSTEAD OF THE "DEFERRED PAYMENTS" SUPPLIERS' CREDITS IT HAS HERETOFORE USED. SAEKI FOUND THE INTERNATIONAL TRADE INSTITUTE SURPRISINGLY RECEPTIVE TO THE IDEA OF BANK CREDITS.

2. DURING THE VISIT OF THE INAYAMA MISSION IN EARLY FEBRUARY, A JAPANESE BANKER ASKED OFFICIALS OF THE MINISTRY OF INTERNATIONAL TRADE WHAT THEY THOUGHT OF THE SAEKI STUDY, AND WAS TOLD THAT THE MINISTRY FOUND IT VERY INTERESTING, AND HAD IT UNDER ACTIVE STUDY.

3. COMMENT. EMON ICHIKAWA, ECONOMIC MINISTER OF THE
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 PEKING 00412 070910Z

JAPANESE EMBASSY, FINDS THE CHINESE INTEREST IN EVEN DISCUSSING FOREIGN CREDITS INTRIGUING, BUT POINTED OUT THAT THE INITIATIVE CAME FROM THE JAPANESE. A REPRESENTATIVE OF KRUPP WAS RECENTLY TOLD BY THE PRC EMBASSY IN BONN THAT CHINA WAS INTERESTED IN EXPANDING THE ROLE OF DEFERRED PAYMENTS, BUT NOT IN BANK CREDITS. WE SEE NO SIGNS OF A CHANGE IN CHINESE CREDIT POLICY ANYTIME

SOON, BUT WE DO FIND IT INTERESTING THAT THE RECOMMENDA-
TION FOR CREDIT WAS NOT REJECTED OUT OF HAND.
GATES

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: IMPORTS, CREDIT AGREEMENTS
Control Number: n/a
Copy: SINGLE
Sent Date: 07-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977PEKING00412
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D770077-0820
Format: TEL
From: PEKING
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770386/aaaacxtu.tel
Line Count: 65
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 084e81bc-c288-dd11-92da-001cc4696bcc
Office: ACTION EA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 28-Dec-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3186892
Secure: OPEN
Status: NATIVE
Subject: FINANCING OF CHINESE IMPORTS
TAGS: EFIN, CH, JA, GE
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/084e81bc-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009